

Legislative Council Staff

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Fiscal Note

Drafting Number: LLS 22-0920 **Date:** April 4, 2022 Bill Status: House Business **Prime Sponsors:** Rep. Daugherty Sen. Rodriguez Fiscal Analyst: Clare Pramuk | 303-866-2677 clare.pramuk@state.co.us **Bill Topic: WORKERS' COMPENSATION UPDATES** Summary of ☐ State Revenue ☐ TABOR Refund **Fiscal Impact:** □ Local Government □ State Transfer The bill amends the Workers' Compensation Act to allow for advance payments for mileage reimbursements, clarify how benefit amounts are determined for permanent medical impairments, increase benefits for funeral and burial expenses, and require additional reporting. It increases state and statutory public entity expenditures beginning in FY 2022-23. **Appropriation** No appropriation is required. **Summary:** The fiscal note reflects the introduced bill. **Fiscal Note**

Summary of Legislation

Status:

The bill amends the Workers' Compensation Act to:

- allow for advance payments for mileage reimbursements in certain situations;
- clarify how benefit amounts are determined for permanent medical impairments when the schedule of injuries amount payable exceeds the amount payable for nonscheduled injuries;
- increase benefits for funeral and burial expenses; and
- require reporting of active medical treatments lasting more than 180 days after the date of injury.

State Expenditures

The bill will impact the state as an employer and regulator of the Workers' Compensation Act.

Department of Personnel and Administration. The bill will increase benefits paid for permanent medical impairments and funeral and burial expenses. This increase can be addressed within existing appropriations.

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Department of Labor and Employment. The bill will increase claims reporting to the Workers' Compensation Division. This increase can be addressed within existing appropriations.

Statutory Public Entity

Pinnacol Assurance was created in statute as a political subdivision to provide workers' compensation insurance to employers in Colorado. This bill will increase annual funeral and burial benefits payments and require additional staffing to meet the additional reporting requirements. These increases are not expected to increase employer premiums.

Effective Date

The bill takes effect 90 days following adjournment of the General Assembly sine die, assuming no referendum petition is filed. It applies to injuries occurring, and mileage reimbursement claims in existence, on or after the bill's effective date.

State and Local Government Contacts

Labor Law

Personnel Pinnacol Assurance